

Executive Registry

4636X-87

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6 October 1987

MEMORANDUM FOR THE RECORD

SUBJECT PRG Meeting on Iran Trade Controls, 5 October 1987

1. The PRG meeting was intended to examine the options for trade controls against Iran. The options included:

- a unilateral bid against US oil imports from Iran;
- an embargo on all US imports from and exports to Iran;
- a total embargo on all US trade and financial actions with Iran and a freeze of Iranian assets in the US; and
- other noneconomic and nonmilitary sanctions.

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# Iran Fact Sheet

## Economy

**Current Budget: \$50 billion**

**Total Imports: \$10 billion**

### Income

**Financial Assets: \$4-6 billion**

**Export Revenues: \$13 billion**

**(\$1-2 billion liquid)**

**Oil \$12 billion**

**Non-oil \$1 billion**

**Tax Revenues: 16 billion**

**Government,**

**Other Revenues: \$8 billion**

**Credit From**

**Central Bank: \$13 billion**

### Expenditures

**Current: \$25 billion**

**Development: \$6 billion**

**War: \$10 billion**

**Other: \$9 billion**

## Oil Industry

### Oil Production:

**2.5 million b/d (Jan-Sep 87)**

### Crude Oil Exports:

**1.8 million b/d (Jan-Sep 87)**

### Oil Production Capacity:

**3 million b/d**

### Major Customers — Jan-Apr 87

**OECD Countries 1.2 million b/d**

**US \* 250,000 b/d**

**Japan 317,000 b/d**

**Western Europe 586,000 b/d**

**Italy 172,000 b/d**

**Netherlands 105,000 b/d**

### Reserves:

**Oil — 50 billion barrels**

### Refining Capacity:

**600,000 b/d**

### Product Imports:

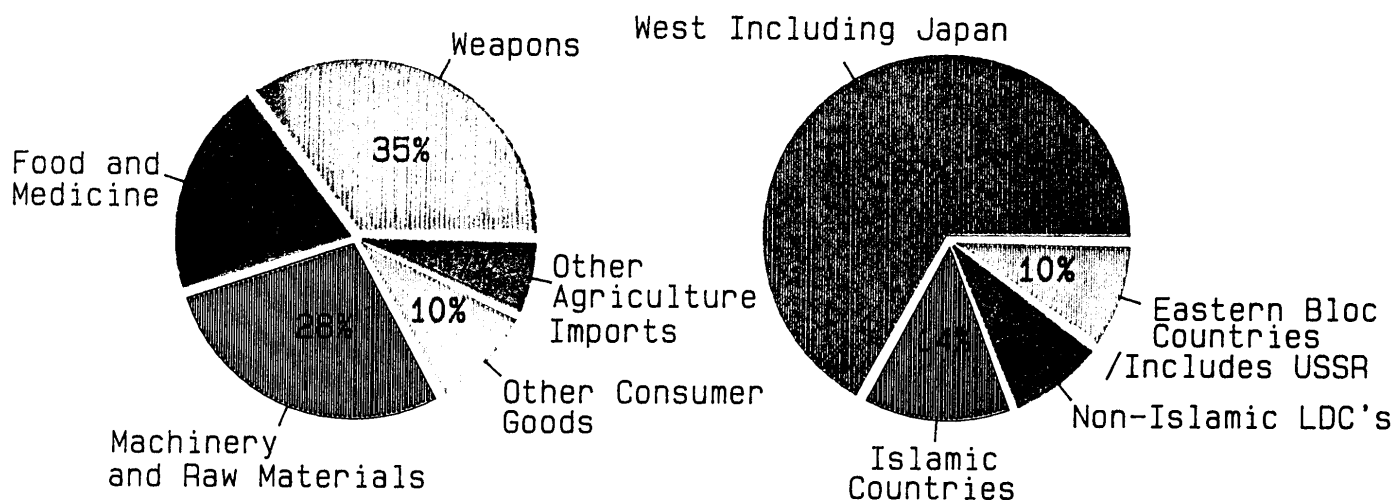
**200,000 b/d**

**\* Jan-Jul**

### Domestic Consumption:

**700,000 b/d**

## Iran: 1986 Imports



Composition of Total Imports Sources of Non-Military Imports

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OECD: Oil Imports from Iran

(Thousand b/d)

	<u>1986</u>	<u>of which:</u>	<u>1987 Jan-April</u>	<u>of which:</u>
	<u>Total</u>	<u>Iran</u>	<u>Total</u>	<u>Iran</u>
	<u>Imports</u>		<u>Imports</u>	
OECD	24672	843	24624	1153
US	6224	90	6327 <sup>a</sup>	250 <sup>a</sup>
Canada	454	30	512	0
Japan	4235	214	4662	317
Western Europe	13520	509	12911	586
West Germany	2418	41	2276	6
France	1866	65	1909	68
UK	1044	10	985	29
Italy	1961	135	1940	172
Netherlands	1737	81	1585	105
Spain	1022	66	959	56
Austria	196	2	193	3
Belgium	783	22	794	24
Denmark	218	0	209	0
Finland	282	3	224	0
Greece	399	15	373	0
Iceland	11	0	11	0
Ireland	109	0	85	0
Luxembourg	23	0	27	0
Norway	109	0	99	0
Portugal	198	18	206	0
Sweden	497	10	400	0
Switzerland	282	1	229	0
Turkey	365	40	407	123
Australia	191	0	163	0
New Zealand	48	0	49	0

<sup>a</sup>United States data is for 50 states plus territories for January-July. Total US imports from Iran in July totaled 620,000 b/d.

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OECD Trade with Iran, 1986  
\$US millions

	<u>Exports to Iran</u>	<u>Imports from Iran</u>	<u>Iranian Oil Revenue as Percentage of Imports</u>
OECD	5,430	4,894	85
US	34	612	83
UK	585	147	53
France	98	321	89
West Germany	1,499	517	44
Italy	655	880	89
Spain	171	404	97
Switzerland	236	49	20
Japan	1,144	1,383	99

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Major Categories of Iranian Trade with the West, 1986\*

(Million US Dollars)

**Iranian Exports**

	Destination		
	<u>United States</u>	<u>Western Europe</u>	<u>Japan</u>
Oil	505	2225	1367
Textiles	56	296	6
Machinery	4	60	0

**Iranian Imports**

	<u>United States</u>	<u>Western Europe</u>	<u>Japan</u>
Electrical Machinery	5	412	132
Industrial Machinery	10	442	85
Road Vehicles	1	243	210
Steel	0	192	218
Textiles	0	29	90
Sugar	0	111	0
Dairy Products	0	85	0
Meat and fish	0	46	0
Tobacco	0	53	0
Processed Foods	0	53	2

\*Data listed here include only major trade categories, and figures do not add to total. A US trade embargo would affect other US exports such as industrial chemicals, road vehicles, scientific instruments, and engines to Iran last year, despite official sanctions against sales of engines to Iran.

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